

DEPARTMENT OF FINANCIAL INSTITUTIONS
MINUTES OF MEETING
APRIL 9, 1992 10:00 AM EST

The Members of the Department of Financial Institutions met at 10:00 a.m., EST, at 402 West Washington Street, Room W-066, Indianapolis, Indiana, on Thursday, April 9, 1992. Members present were Messrs. Mark Hasten, presiding, W. Paul Wolf, Douglas Grant, and Mrs. Dee L. Godme. Also present were J. Philip Goddard, Legal Counsel; Deputy Director Donald E. Husk, C.F.E., Depository Institutions; John E. Simmonds, Deputy Director; James M. Cooper, Administrative Assistant; Burl H. Thornton, Bank Analyst; Eric Roberts, Bank Analyst; Mark A. Powell, Supervisor, Credit Unions; Robert E. Haler, Supervisor, Non-Depository Institutions; and Janice L. Davis, Executive Secretary. Not present were Board Members Daniel Leitch, III, Eugene Deutsch, John House, and Director Charles W. Phillips.

I. PUBLIC SESSION

A.) Attendance

B.) The date of the next meeting will be May 14, 1992, at **10:00 a.m. EST.**

C.) Upon motion made by Mr. Grant and seconded by Mrs. Godme, the minutes of the meeting held March 12, 1992, were unanimously approved.

DIVISION OF BANKS AND TRUST COMPANIES

1.) 1st Source Corporation, South Bend, St. Joseph County, Indiana, requested approval to acquire 100% of the voting shares of Wyatt Bancorp, Inc., Wyatt, St. Joseph County, Indiana, and thereby its wholly-owned subsidiary, Farmers State Bank of Wyatt, Wyatt, St. Joseph County, Indiana. Immediately following the acquisition, Wyatt Bancorp, Inc., will be dissolved and Farmers State Bank of Wyatt will merge with and into 1st Source Bank, South Bend, St. Joseph County, Indiana. The application was received March 13, 1992, and accepted for processing on March 17, 1992. The statutory forty-five (45) day waiting period expires on May 1, 1992. (Members' action is needed during the April 9, 1992 meeting.) The statutory required publications were made in St. Joseph County on March 20, 1992. 1st Source Bank presently operates twenty-five branch banking offices. Wyatt's branch banking offices will become branch banking offices of 1st Source Bank, South Bend, when the transactions are completed. They are as indicted:

Farmers State Bank of Wyatt, Wyatt, Indiana

Main Office - (To be branch of merged bank) - 66626 State Road 331, Wyatt, IN

1. South Bend Branch - ste. #108, 401 East Colfax Ave, South Bend, IN
2. LaPorte Branch - 1101 East Boyd Boulevard, LaPorte, IN
3. Walkerton Branch - 411 Illinois Street, Walkerton, IN

1st Source Bank, South Bend, Indiana

Main Office - 100 North Michigan, South Bend, IN

1. Bremen Branch - 1409 West Plymouth, Bremen, IN
2. Mishawaka Main - 101 Lincoln Way East, Mishawaka, IN
3. North Liberty Branch - 109 North Main Street, North Liberty, IN
4. River Park Branch - 2602 Mishawaka Avenue, South Bend, IN
5. Osceola Branch - 4720 Lincoln Way East, Mishawaka, IN

6. Ewing Avenue Branch - 2323 South Michigan, South Bend, IN
7. Maple Lane Branch - 2230 South Bend Avenue, South Bend, IN
8. Western Avenue Branch - 4502 West Western Avenue, South Bend, IN
9. Roseland Branch - 52990 U.S. 31 North, South Bend, IN
10. McKinley Avenue Branch - 405 East McKinley Avenue, South Bend, IN
11. Portage Branch - 1431 Portage Avenue, South Bend, IN
12. Drive-In Plaza Branch - 225 North Main Street, South Bend, IN
13. Plymouth Branch - 315 North Michigan, Plymouth, IN
14. Airport Branch - 4105 Lincoln Way East, South Bend, IN
15. Argos Branch - 518 North Michigan, Argos, IN
16. Granger Branch - 12460 State Road 23, Granger, IN
17. Walkerton Branch - 300 North Michigan Street, Walkerton, IN
18. New Carlisle Branch - 848 West Michigan Street, New Carlisle, IN
19. University Park Branch - 6501 North Grape Road, Mishawaka, IN
20. Ireland Branch - 2060 Ireland Road, South Bend, IN
21. Saint Mary's Branch - Haggard College Center, Notre Dame, IN
22. Elkhart Branch - 131 East Franklin Street, Elkhart, IN
23. Bankmart Branch - 6909 North Grape Road, Mishawaka, IN
24. LaPaz Branch - U.S. Highway 31, North, LaPaz, IN
25. Pilgrim Place Night Depository - 2500 North Oak Road, Plymouth, IN

Farmers State Bank of Wyatt will proceed with the plan to relocate the LaPorte Branch as was approved by the Department on August 28, 1991. As part of the acquisition, 1st Source Bank intends to consolidate their Walkerton Branch operations into Farmers State Bank's Walkerton Branch. The Farmers State Bank's limited branch operations in South Bend will be consolidated into 1st Source Bank's main office which is located only one block away. A motion was made for approval by Mr. Grant and seconded by Mr. Wolf. The acquisition was unanimously approved.

DIRECTOR'S COMMENTS

A.) In compliance with Department Policy dated August 13, 1987, Irwin Union Bank and Trust Company, Columbus, Bartholomew County, Indiana, has notified the Department that they intend to establish Irwin Union Insurance, Inc., as a wholly-owned subsidiary of Irwin Union Bank and Trust Company. The sole activity of the subsidiary will be to "solicit and write insurance as an agent or broker for any insurance company authorized to do business in the state, other than a Life Insurance Company." This item was for informational purposes only.

B.) A request for permission for the Department's Staff to proceed with the procedures to repeal certain Banking Regulations. This request includes the delegation of authority to the Director to preside at the administrative hearing and to make a recommendation order to the Members. A motion was made for approval by Mr. Grant for the Department to proceed with the procedures to repeal Article 2 - Rules 2, 3, 6, 7, 8, and 10; Article 4 - Rule 1; Article 6 - Rules 1, 2, 3, 4, 5, 6, 7, 8, 9, and 10; and Article 7 - Rules 1 and 2, of the Banking Regulations, and that the Director preside at the administrative hearing and make recommendations to the Members. The motion was seconded by Mr. Wolf, and was unanimously approved.

C.) A request for approval of the Fee Schedule for Fiscal Year 1992-93. The request was to use the same fee schedule as 1991-92, with no increase. A motion for approval was made by Mr. Wolf and seconded by Mrs. Godme. The Fee schedule was unanimously approved.

D.) The Director advised the Members of actions taken pursuant to delegated authority.

1. Star Financial Bank, Columbia City, Whitley County, Indiana decreased the amount of reserve attributed to two (2) sub-investment Quality Bonds held by the institution as of December 31, 1991. The Director under delegated authority noted the transaction in the Departments records. The transaction was completed prior to the required

approval of the Department.

2. The Parke State Bank, Rockville, Parke County, Indiana requested permission to hold title to three (3) lots as other real estate obtained by DPC. The Director approved retention until March 20, 1993.

E.) Deputy Director John E. Simmonds read a letter of resignation from Member John House to Governor Bayh announcing his resignation effective March 31, 1992.

There being no further business to come before the Members, the meeting was adjourned.

APPROVED:

ATTEST:

Mark Hasten, Chairman

J. Philip Goddard, Secretary